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## IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF NEW JERSEY



TAKEDA PHARMACEUTICAL
COMPANY LIMITED, TAKEDA
PHARMACEUTICALS NORTH AMERICA,
INC., TAKEDA PHARMACEUTICALS
LLC, TAKEDA PHARMACEUTICALS
AMERICA, INC., and ETHYPHARM, S.A.,

Plaintiffs and Counterclaim-Defendants,

v.

ZYDUS PHARMACEUTICALS (USA) INC. and CADILA HEALTHCARE LIMITED,

Defendants and Counterclaim-Plaintiffs.

Civil Action No. 3:10-CV-01723-JAP-TJB

ORDER

THIS MATTER having come before the Court upon the motion of Plaintiffs-Counterclaim-Defendants Takeda Pharmaceutical Company Limited, Takeda Pharmaceuticals North America, Inc., Takeda Pharmaceuticals LLC, Takeda Pharmaceuticals America, Inc., (collectively, "Takeda"), and Ethypharm, S.A. ("Ethypharm") (Takeda and Ethypharm together, "Plaintiffs") pursuant to Local Rule 5.3(c) to seal Plaintiffs' Brief in Opposition to Defendants' Motion for Leave to Amend Their Non-Infringement and Invalidity Contentions, and Exhibits 1-5 and 7, attached to the Declaration of Arlene L. Chow, which were filed on February 24, 2012 (collectively, the "Subject Material"); and the Court having considered the written submissions 2.12 of the parties, and having determined that this action involves allegations requiring the disclosure of confidential and proprietary information, and the Court being satisfied of the following:

1. This is a complex patent case requiring discovery of highly sensitive competitive materials, including business, trade-secret or proprietary information. The parties to this case

I and the court noting that Defendants have not filed any opposition;

2 the court is aware that any interested party seeking to intervene has until 3/19/12, the return date for this motion, to move to do so, and this Order in no way prejudices that right. Consequently, should an interested party timely intervene with respect to Takeda's Motion to Seal, then this Court shall reexamine its findings at that time.

and third parties have produced confidential information in discovery, the public disclosure of which could affect legitimate business interests.

- 2. To protect the confidentiality of this information, the parties agreed to a Stipulated Protective Order, entered in this litigation on August 26, 2010 (D.I. 46, the "Order"). The Order allows the parties or third parties to designate information as "Confidential" or "Highly Confidential", and provides that a party wishing to use materials so designated in a submission filed with the Court must move pursuant to Local Rule 5.3 for leave to file the submission under seal. (Order ¶¶ 2 and 17).
- 3. By designating the Subject Material as "Highly Confidential," Defendants Zydus Pharmaceuticals USA Inc. and Cadila Healthcare Limited (together, "Zydus" or "Defendants") have represented that the Subject Material includes sensitive business, financial or other proprietary information, the disclosure of which would destroy the value of Defendants' information and the competitive advantage which attaches thereto. Defendants have a legitimate interest in the continued confidentiality of this information.
- 4. Absent an order sealing the Subject Material, Plaintiffs cannot include the confidential information in support of their Opposition to Defendants' Motion for Leave to Amend Their Non-Infringement and Invalidity Contentions, without wholly disregarding Defendants' designation. The omission of this confidential information from Plaintiffs' Opposition would significantly limit Plaintiffs' ability to adequately advocate for their position.
- 5. Upon consideration of the papers submitted in support of the motion, and the material sought to be sealed, the Court concludes that Plaintiffs have met their burden under Local Civil Rule 5.3(c) and applicable case law, and that this material should be sealed.
  - 6. Specifically, the Court concludes that:

- (a) the Subject Material contains information concerning the business or financial information of Defendants that Defendants have designated "Highly Confidential";
- (b) the parties have a legitimate interest in maintaining the confidentiality of the Subject Material;
- (c) the omission of the Subject Material from Plaintiffs' Brief in Opposition to Defendants' Motion for Leave to Amend Their Non-Infringement and Invalidity Contentions, and Exhibits 1-5 and 7, attached to the Declaration of Arlene L. Chow would significantly limit Plaintiffs' ability to advocate for their position; and
  - (d) there is no less restrictive alternative to the relief sought.

THEREFORE, it is on this 12 th day of March, 2012

ORDERED that this Motion to Seal, pursuant to Local Rule 5.3 is hereby granted; and

IT IS FURTHER ORDERED that the Clerk is hereby directed to seal the Subject

Material; and

Hon, Tonianne J. Bongiovanni, U.S.M.J.

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IT is further ordered that Takeda shall, within 20 days of the date of entry of this Order, file a redacted version of the material which is the subject of this motion on the docket, if possible, which shall be publicly available; and

IT IS FURTHER ORDERED that the count clerk of the Court shall terminate the aforementioned motion [Docket Entry No 150] accordingly.